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UNITED STATES DISTRICT COURT  
NORTHERN DISTRICT OF CALIFORNIA

LEONARD DESILVIO, et al.,

Plaintiffs,

v.

LION BIOTECHNOLOGIES, INC., et al.,

Defendants.

Case No. [17-cv-02086-SI](#)

**ORDER MODIFYING AND  
APPROVING DISTRIBUTION PLAN**

Re: Dkt. No. 142

WHEREAS, by its Judgment Approving Class Action Settlement dated April 17, 2019 (ECF No. 139) and its Order Approving Plan of Allocation dated April 17, 2019 (ECF No. 137), this Court approved the terms of the settlement set forth in the Stipulation of Settlement and Release (ECF No. 121) (“Settlement” or “Stipulation”) and the proposed plan for allocating the net settlement proceeds to eligible Settlement Class Members (“Plan of Allocation”);

WHEREAS, this Court had directed the parties to consummate the terms of the Settlement and Plan of Allocation;

WHEREAS, the Settlement provided for consideration of \$3,250,000 in cash (“Settlement Amount”) and, pursuant to the terms of the Stipulation, the Settlement Amount was deposited into an escrow account established by Lead Counsel for the benefit of the Settlement Class;

WHEREAS, as set forth in the Notice of (I) Pendency of Class Action and Proposed Settlement; (II) Motion for an Award of Attorneys’ Fees and Reimbursement of Litigation Expenses; and (III) Settlement Fairness Hearing (ECF No. 132-3) (“Notice”), the deadline for Settlement Class Members to submit Claims to the Court-approved claims administrator for the Settlement, JND Legal Administration (“JND”), in order to be potentially eligible to participate in the distribution of the Net Settlement Fund has passed;

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1           WHEREAS, in satisfaction of due process requirements, all Settlement Class Members who  
2 submitted Claims that were in any way ineligible or deficient were: (i) informed that their Claims  
3 were ineligible or deficient; and (ii) given opportunities to correct any curable deficiencies prior to  
4 their Claims being finally rejected, or to contest the determination as to such deficiencies, by  
5 requesting judicial review;

6           WHEREAS, the process of reviewing Claims has been completed;

7           WHEREAS, Lead Plaintiff, through Lead Counsel, now seeks authorization to distribute the  
8 proceeds of the Settlement Fund to Authorized Claimants, after deduction of any taxes, fees, and  
9 expenses previously approved by the Court or approved by this Order (“Net Settlement Fund”); and

10           WHEREAS, this Court retained continuing and exclusive jurisdiction of this Action in  
11 connection with, among other things: (i) the disposition of the Settlement Fund; and (ii) any motion  
12 to approve the Class Distribution Order.

13           WHEREAS, the Court finds it appropriate to eliminate from the Initial Distribution any  
14 Authorized Claimant whose *pro rata* share calculates to less than \$5.00 and distribute funds to  
15 authorized Claimants whose *pro rata* share of the Net Settlement Fund would be \$5.00 or more.

16           NOW, THEREFORE, upon careful consideration of: (i) the Declaration of Luiggy Segura  
17 in Support of Lead Plaintiff’s Motion for Approval of Distribution Plan submitted on behalf of JND  
18 (“Segura Declaration”); (ii) the Memorandum of Points and Authorities in Support of Lead  
19 Plaintiff’s Motion for Approval of Distribution Plan; and (iii) the other submissions and papers on  
20 file with the Court; and upon all prior proceedings heretofore and herein, and after due deliberation,  
21 it is hereby

22           ORDERED, that all capitalized terms not otherwise defined herein shall have the same  
23 meanings as set forth in the Stipulation and the Segura Declaration; and it is further

24           ORDERED, that the administrative determinations of JND accepting the Claims described  
25 in the Segura Declaration and listed on Exhibits B and C thereto, calculated pursuant to the Court  
26 approved Plan of Allocation set forth in the Notice, are hereby approved, and said Claims are hereby  
27 accepted; and it is further

28           ORDERED, that JND be paid the sum of \$89,854.54 from the Net Settlement Fund as

1 payment for its outstanding fees and expenses incurred in connection with the administration of the  
2 Settlement and the fees and expenses expected to be incurred by JND in connection with the Initial  
3 Distribution of the Net Settlement Fund; and it is further

4 ORDERED, JND shall conduct the Initial Distribution of the Net Settlement Fund as set  
5 forth in ¶ 47 of the Segura Declaration except for sections (a)(ii)-(iii) of ¶ 47; and it is further

6 ORDERED, JND will eliminate from the Initial Distribution any Authorized Claimant  
7 whose *pro rata* share calculates to less than \$ 5.00. These Claimants will not receive any payment  
8 from the Net Settlement Fund, and JND will send notifications to these Claimants advising them of  
9 that fact; and it is further

10 ORDERED, after eliminating Claimants who would receive less than \$5.00, JND will  
11 recalculate the *pro rata* share of the Net Settlement Fund for Authorized Claimants who would  
12 receive \$5.00 or more pursuant to the calculation. This *pro rata* share is the Authorized Claimant's  
13 "Distribution Amount"; and it is further

14 ORDERED, that all checks to Authorized Claimants issued in the Initial Distribution shall  
15 bear the notation "CASH PROMPTLY. VOID AND SUBJECT TO REDISTRIBUTION IF NOT  
16 CASHED BY 90 DAYS AFTER ISSUE DATE." Lead Counsel and JND are authorized to take  
17 appropriate actions to locate and/or contact any Authorized Claimant who has not cashed his, her,  
18 or its check within said time; and it is further

19 ORDERED, that Authorized Claimants who do not cash their checks within the time allotted  
20 will irrevocably forfeit all recovery from the Net Settlement Fund; and it is further

21 ORDERED, that, after making reasonable and diligent efforts to have Authorized Claimants  
22 negotiate their Initial Distribution checks, JND will, if cost-effective to do so, redistribute any funds  
23 remaining in the Net Settlement Fund by reason of uncashed checks or otherwise nine (9) months  
24 after the Initial Distribution to Authorized Claimants who have cashed their Initial Distribution  
25 checks and who would receive at least \$5.00 from such redistribution, after payment of any unpaid  
26 fees and expenses incurred in administering the Settlement, including for such redistribution; and it  
27 is further ORDERED, that JND may make additional redistributions of balances remaining in the  
28 Net Settlement Fund to Authorized Claimants who have cashed their prior checks and who would

1 receive at least \$5.00 on such additional redistributions if Lead Counsel, in consultation with JND,  
2 determines that additional redistributions, after payment of any unpaid fees and expenses incurred  
3 in administering the Settlement, including for such redistributions, would be cost-effective; and it is  
4 further

5 ORDERED, that, at such time as Lead Counsel, in consultation with JND, determines that  
6 further redistribution of the funds remaining in the Net Settlement Fund is not cost-effective, any  
7 otherwise valid Claims received after January 25, 2021 or Claims adjusted after January 25, 2021  
8 may be paid in accordance with ¶ 47(f) of the Segura Declaration; and it is further

9 ORDERED, that any balance that remains in the Net Settlement Fund after further  
10 distributions or payment of any otherwise valid Claims received after January 25, 2021, or Claims  
11 adjusted after January 25, 2021, in accordance with ¶ 47(f) of the Segura Declaration, which is not  
12 cost-effective to reallocate, will be contributed, after payment of any unpaid fees and expenses  
13 incurred in administering the Settlement, to the National Consumer Law Center, a non-sectarian,  
14 not-for-profit charitable organization; and it is further

15 ORDERED, that the Court finds that the administration of the Settlement and the proposed  
16 distribution of the Net Settlement Fund comply with the terms of the Stipulation and the Plan of  
17 Allocation and that all persons and entities involved in the review, verification, calculation,  
18 tabulation, or any other aspect of the processing of the Claims submitted in connection with the  
19 Settlement of this Action, or who are otherwise involved in the administration or taxation of the  
20 Settlement Fund or the Net Settlement Fund are released and discharged from any and all claims  
21 arising out of such involvement, and, pursuant to the release terms of the Settlement, all Settlement  
22 Class Members, whether or not they are to receive payment from the Net Settlement Fund, are barred  
23 from making any further claims against the Net Settlement Fund or the parties released pursuant to  
24 the Settlement beyond the amount allocated to them pursuant to this Order; and it is further

25 ORDERED, that JND is hereby authorized to destroy paper copies of Claims and all  
26 supporting documentation one (1) year after the Second Distribution of the Net Settlement Fund, if  
27 that occurs, or, if there is no Second Distribution, two (2) years after the Initial Distribution and all  
28 electronic copies of the same one (1) year after all funds have been distributed; and it is further

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ORDERED, that this Court retain jurisdiction over any further application or matter which may arise in connection with this Action; and it is further

ORDERED, that no Claim received or adjusted after January 25, 2021 be included in the Initial Distribution of the Net Settlement Fund; and it is further ORDERED, that in accordance with this District’s Procedural Guidance for Class Action Settlements, Lead Counsel shall file a Post-Distribution Accounting within twenty-one (21) days following the date of the Initial Distribution of the Net Settlement Fund and post the Post-Distribution Accounting on the website for the Settlement.

**IT IS SO ORDERED.**

Dated: June 30, 2021



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SUSAN ILLSTON  
United States District Judge